2. **Amendment of rules** 5:—In clause (d) of rules 5 of the Karnataka Agricultural Income-Tax Rules, 1957, after the words "paid as gratuity to the retiring staff" the words and figures "or as contribution payable in respect of periods subsequent to 1st April 1972 to the Group Gratuity Life Assurance Scheme of the Life Insurance Corporation of India or any other Scheme or Fund approved by the Commissioner for payment of gratuity under the Payment of Gratuity Act, 1972" shall be and shall be deemed to have been substituted with effect from first day of April, 1972.

By Order and in the name of the Governor of Karnataka,

T. M. VASUDEVAN,

235 *Under Secy. to Govt., Finance Department, (C. T.)*

Notification No. FD 11 CAX 76

Bangalore, dated, the 22nd November 1976

G. S. R. 390.—The draft of the following rules further to amend the Karnataka Agricultural Income Tax Rules, 1957, which the Government of Karnataka proposes to make in exercise of the powers conferred by sub-section (1) of Section 63 read with sub-section (7) of Section 67 of the Karnataka Agricultural Income-Tax Act, 1957 (Karnataka Act 22 of 1957) is hereby published as required by sub-section (1) of Section 63 of the said Act for the information of all persons likely to be affected thereby and notice is hereby given that the said draft will be taken into consideration on or after 1st January 1977.

Any objection or suggestion which may be received from any person with respect to the said draft by the State Government before the date specified above will be considered by the Government. Objections or suggestions may be addressed to the Secretary to Government, Finance Department, Post Bag No. 5242, Vidhana Soudha, Bangalore-1.

Draft Rules

1. **Title and Commencement.**—(1) These rules may be called the Karnataka Agricultural Income-Tax (Second Amendment) Rules, 1976.

(2) They shall be deemed to have come into force on the 1st day of April, 1976.

2. **Amendment of Rule 32.**—In rule 32 of the Karnataka Agricultural Income Tax Rules, 1957 (hereinafter referred to as the said rules) after sub-rule (3), the following sub-rule shall be inserted namely:—

"(4) The notice under sub-section (7) of section 67 shall be in

3. **Amendment of Form 3.**—In Form 3 to the said rules,-

(1) for item 2 of part II, the following item shall be substituted, namely:—

"2. Sums paid.-

(i) to effect or to keep in force an insurance or a contract for a deferred annuity on the life of the assessee or on the life of the wife or husband of the assessee ;

(ii) to effect or to keep in force an insurance or a contract for a deferred annuity on the life of any male member of the Undivided Hindu Family or of the wife of such member.

(2) In Part VII.-

(a) Column 14 shall be omitted ;

(b) column 15 shall be renumbered as column 14 and in column 14 as so renumbered for the figures and letter "13 & 14" the word and figures "and 13" shall be substituted ;

(3) Note 6 and entries relating thereto shall be omitted.

4. **Amendment of Form 5.**—In Form 5 to the said rules, for the words "Commercial crops", the word "Crops" shall be substituted.

5. **Amendment of Form 6.**—In Form 6 to the said rules, under the heading "Computation of Income" for items 6 to 11, the following items shall be substituted, namely :—

"6. Less income referred under section 5A.

7. Net Agricultural income.

8. Grose Agricultural income-tax chargeable on the net agricultural income.

9. Less tax deductions under section 12 (f) and (g).

10. Net amount of agricultural income-tax payable".

6. **Substitution of new Forms 23 and 23A for Form 23.**—For Form 23 to the said rules, the following Forms shall be substituted, namely :—

FORM 23

[*See* Rule 32 (2)]

Applications for composition of Agricultural Income-Tax under Section 67.

I.....beg to apply for permission to compound the Agricultural Income-Tax payable by me for the financial year 19.....19 ... relevant to the previous year, 19...19... and to pay in lieu thereof a lumpsum at the rate or rates specified under section 67, with reference to part II of the Schedule to the Act

I furnish below the particulars of the land from which Agricultural income is derived by me.

Name of the village and Taluk in which the land is situated	Survey No.	Total extent of the land	Extent cultivated and nature of crop	Source of water (Tank canal, river or well)	Class of land	Area in 'J' class land	Composition money payable
1	2	3	4	5	6	7	8

I declare that to the best of my knowledge and belief the information furnished above is true and complete and that I hold no other land for growing crops in the State.

Signature of the Applicant with address.

FORM 23A

[*See* Rule 32 (4)]

Notice of provisional assessment and demand for payment of composition amount under Section 67 (7).

To

Sri/Smt.....

Please take notice that in my opinion, you have cultivated during the previous ended on..... - .....land (s) exceeding one hundred and sixty acres of 'J' class land or an extent equivalent thereto consisting of any one or more of the classes of land specified in part II of the Schedule, and have received Agricultural income. Hence you are hereby called upon:

(i) to pay within thirty days of the receipt of this notice, a umpsum amount payable under sub-section (1) of section 67; or

(ii) to intimate within the said period, whether you elect to be ssessed in accordance with provisions of chapter IV, if so, please ile a return in form 3 to that effect.

If you dispute the correctness of extent of land held by you, as nentioned hereunder in this notice, you may apply to me, seeking Amendment or Cancellation of this notice as the case may warrant

In case of acceptance, you are required to remit a sum of Rs.....(in words/Rupees.....) o the Government Treasury at.....for which a challan s enclosed and this compliance on your part attracts operation of Section 67 (6).

Please note that this offer expires after thirty days from the date of receipt by you and assessment in your case will be made as per Chapter IV.

Details of land cultivated

Sl. No.	R. S. No.	Name of village or Taluk	Whole extent	Extent cultivated	Wet / dry	Special crop	Class	Extent in 'J' Class land	Composition amount proposed for the aggregate area.
1	2	3	4	5	6	7	8	9	10

7. **Amendment of Form 27.**—In Form 27 to the said rules,—

(1) under the heading "Total Area owned under each crop with details", in column 1, for items 1 to 26, the following item shall be substituted, namely:—

1. Grapes other than Bangalore blue;
2. Bangalore blue grapes;
3. Coconut;
4. Arecanut;
5. Mulbery (irrigated)
6. Mulberry (non-irrigated)
7. Paddy (grown in 'C' class land);
8. Sugarcane (grown in 'C' Class land).

(2) the following entries at the end shall be omitted, namely

"Where more than one crop is grown on the land the relative expenditure on each crop determined either by actual figures or by estimation.

Where the accounts maintained are common between Commercial crops, plantation crop and food crops the basis for separate income and expenditurr on each such crop.

Is the cultivator a big grower or a small grower?

By Order and in the name of the Governor of Karnataka

T. M. VASUDEVAN,

Under Secretary to Government
Finance Department (C.T.).